

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 613 - SB 731

February 22, 2023

SUMMARY OF BILL: Authorizes a winery to enter into an “alternating proprietorship agreement” with one or more wineries, and for wineries in an alternating proprietorship agreement to alternate the use of a bonded or general premises, for the purpose of manufacturing and warehousing wine.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The proposed legislation will allow wineries to share equipment and other resources to manufacture wine.
- Pursuant to the proposed legislation, each winery that is a party to an alternating proprietorship agreement must maintain a room or separate area that is exclusively occupied by a single winery and is not alternated with another winery.
- Pursuant to the proposed legislation, each winery seeking approval for an alternating proprietorship agreement must submit to the Alcoholic Beverage Commission (ABC) a description of the areas and resources that will alternate between wineries, diagrams of the parts of the general premise that will not be altered, a copy of the written alternating proprietorship between wineries, and an acknowledgement from each winery that accurate records will be maintained.
- ABC will be able to implement the requirements of this legislation utilizing existing resources.
- Any impact on state and local for or tax revenue is estimated to be not significant.

CERTIFICATION:

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The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The script is cursive and fluid, with the first name "Krista" and last name "Carsner" being more prominent than the middle name "Lee".

Krista Lee Carsner, Executive Director

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